INSURANCE REGULATORY TRUST FUND
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2008

	May-08				April-08				March-08				December-07				September-07				Current FYTD	Prior Year FY07	3 Years Ended 6/30/2007	5 Years Ended 6/30/2007
		Allocation		Month		Allocation		Month		Allocation		Quarter		Allocation		Quarter		Allocation		Quarter				
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																								
Structured Growth																								
Los Angeles Capital	97,200	2.3%	2.3%	4.75%	92,746	2.2%	2.3%	5.69%	87,741	2.1%	2.3%	-10.91%	50,243	2.2%	2.3%	-1.50%	48,139	2.3%	2.3%	0.38%	-2.48%	21.84%	13.35%	N/A
Total Structured Growth	**97,200**	**2.3%**	**2.3%**	**4.75%**	**92,746**	**2.2%**	**2.3%**	**5.69%**	**87,741**	**2.1%**	**2.3%**	**-10.91%**	**50,243**	**2.2%**	**2.3%**	**-1.50%**	**48,139**	**2.3%**	**2.3%**	**0.38%**	**-2.48%**	**21.84%**	**13.35%**	**10.94%**
Russell 1000 Growth				*3.67%*				*5.25%*				*-10.18%*				*-0.77%*				*4.21%*	*1.34%*	*19.04%*	*8.70%*	*9.28%*
Structured Value																								
LSV	**91,257**	**2.2%**	**2.3%**	**0.11%**	**91,112**	**2.2%**	**2.3%**	**4.74%**	**86,962**	**2.1%**	**2.3%**	**-9.73%**	**49,150**	**2.2%**	**2.3%**	**-5.53%**	**46,931**	**2.3%**	**2.3%**	**-0.89%**	**-11.38%**	**23.77%**	**19.00%**	**16.55%**
Russell 1000 Value				*-0.16%*				*4.87%*				*-8.72%*				*-5.80%*				*-0.24%*	*-10.18%*	*21.87%*	*15.93%*	*13.31%*
Russell 1000 Enhanced Index																								
LA Capital	**190,817**	**4.5%**	**4.5%**	**3.05%**	**185,113**	**4.4%**	**4.5%**	**5.22%**	**175,888**	**4.3%**	**4.5%**	**-10.22%**	**99,938**	**4.4%**	**4.5%**	**-1.07%**	**95,834**	**4.6%**	**4.5%**	**0.24%**	**-3.45%**	**21.27%**	**13.46%**	**N/A**
Russell 1000				*1.83%*				*5.07%*				*-9.48%*				*-3.23%*				*1.98%*	*-4.42%*	*20.43%*	*12.34%*	
S&P 500 Enhanced Index																								
Westridge	**197,845**	**4.7%**	**4.5%**	**1.42%**	**209,550**	**5.0%**	**4.5%**	**5.00%**	**199,433**	**4.8%**	**4.5%**	**-9.12%**	**112,006**	**4.9%**	**4.5%**	**-3.04%**	**106,209**	**5.1%**	**4.5%**	**2.18%**	**-4.11%**	**21.12%**	**11.98%**	**N/A**
S&P 500				*1.30%*				*4.87%*				*-9.44%*				*-3.33%*				*2.03%*	*-5.12%*	*20.59%*	*11.68%*	
Index																								
State Street	64,368			2.19%	67,613			3.91%	65,024			-10.81%	30,403			-6.37%	29,102			-0.80%	-12.02%	21.82%	12.34%	11.08%
Total 130/30	**64,368**	**1.5%**	**1.5%**	**2.19%**	**67,613**	**1.6%**	**1.5%**	**3.91%**	**65,024**	**1.6%**	**1.5%**	**-10.81%**	**30,403**	**1.3%**	**1.5%**	**-6.37%**	**29,102**	**1.4%**	**1.5%**	**-0.80%**	**-12.02%**	**21.82%**	**12.34%**	**11.08%**
S&P 500				*1.30%*				*4.87%*				*-9.44%*				*-3.33%*				*2.03%*	*-5.12%*	*20.59%*	*11.68%*	*10.71%*
TOTAL LARGE CAP DOMESTIC EQUITY	***641,487***	***15.3%***	***15.0%***	***2.26%***	***646,133***	***15.4%***	***15.0%***	***5.01%***	***615,048***	***14.9%***	***15.0%***	***-9.94%***	***341,739***	***15.0%***	***15.0%***	***-2.89%***	***326,214***	***15.6%***	***15.0%***	***0.62%***	**-5.51%**	**21.86%**	**13.76%**	**12.22%**
S&P 500				*1.30%*				*4.87%*				*-9.44%*				*-3.33%*				*2.03%*	*-5.12%*	*20.59%*	*11.68%*	*10.71%*
SMALL CAP DOMESTIC EQUITY																								
Manager-of-Managers																								
SEI	***109,730***	***2.6%***	***2.5%***	***4.05%***	***108,709***	***2.6%***	***2.5%***	***4.53%***	***103,971***	***2.5%***	***2.5%***	***-11.46%***	***58,013***	***2.5%***	***2.5%***	***-6.35%***	***53,668***	***2.6%***	***2.5%***	***-3.66%***	***-13.11%***	***18.39%***	**13.70%**	**14.37%**
Russell 2000 + 200bp				*4.76%*				*4.35%*				*-9.43%*				*-4.09%*				*-2.60%*	*-7.51%*	*18.76%*	*15.72%*	*16.16%*
Enhanced																								
Research Affiliates	***108,454***	***2.6%***	**2.5%**	**4.22%**	***106,985***	***2.6%***	**2.5%**	**3.13%**	***103,743***	***2.5%***	**2.5%**	**-6.75%**	***54,982***	***2.4%***	**2.5%**	**-7.00%**	***51,170***	***2.5%***	**2.5%**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**
Russell 2000				*4.59%*				*4.19%*				*-9.90%*				*-4.58%*				*-3.09%*	*-9.20%*			
TOTAL SMALL CAP DOMESTIC EQUITY	***218,183***	***5.2%***	***5.0%***	***4.14%***	***215,694***	***5.2%***	***5.0%***	***3.83%***	***207,714***	***5.0%***	***5.0%***	***-9.17%***	***112,995***	***5.0%***	***5.0%***	***-6.67%***	***104,839***	***5.0%***	***5.0%***	***-4.98%***	***-12.90%***	***18.39%***	**13.70%**	**14.37%**
Russell 2000				*4.59%*				*4.19%*				*-9.90%*				*-4.58%*				*-3.09%*	*-9.20%*	*16.44%*	*13.45%*	*13.88%*
INTERNATIONAL EQUITY																								
Large Cap - Active																								
Capital Guardian	172,180	4.1%	4.0%	1.42%	180,015	4.3%	4.0%	6.80%	168,683	4.1%	4.0%	-10.93%	91,703	4.0%	4.0%	-1.23%	86,331	4.1%	4.0%	0.61%	-4.12%	25.99%	21.19%	14.89%
LSV	170,669	4.1%	4.0%	0.09%	168,004	4.0%	4.0%	5.94%	158,985	3.9%	4.0%	-12.84%	88,172	3.9%	4.0%	-6.39%	87,639	4.2%	4.0%	-3.37%	-16.40%	31.24%	N/A	N/A
Total Large Cap - Active	**342,849**	**8.2%**	**8.0%**	**0.78%**	**348,019**	**8.3%**	**8.0%**	**6.38%**	**327,669**	**8.0%**	**8.0%**	**-11.87%**	**179,874**	**7.9%**	**8.0%**	**-3.80%**	**173,970**	**8.3%**	**8.0%**	**-1.43%**	**-10.41%**	**28.57%**	**22.95%**	**18.43%**
MSCI EAFE - 50% Hedged				*1.26%*				*6.46%*				*-12.04%*				*-2.19%*				*0.11%*	*-7.16%*	*26.94%*	*22.55%*	*15.71%*
Small Cap - Value																								
DFA	40,358	1.0%	1.0%	2.15%	41,871	1.0%	1.0%	1.65%	41,171	1.0%	1.0%	-3.65%	21,804	1.0%	1.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Lazard	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	21,290	1.0%	1.0%	-3.92%	N/A	21.03%	20.93%	N/A
Total Small Cap Value	**40,358**	**1.0%**	**1.0%**	**2.15%**	**41,871**	**1.0%**	**1.0%**	**1.65%**	**41,171**	**1.0%**	**1.0%**	**-3.65%**	**21,804**	**1.0%**	**1.0%**	**-0.64%**	**21,290**	**1.0%**	**1.0%**	**-3.92%**	**-4.50%**	**21.03%**	**20.93%**	**N/A**
S&P/Citigroup Broad Market Index < $2BN				*2.10%*				*2.30%*				*-14.70%*				*-5.94%*				*-0.66%*	*-16.74%*	*28.58%*	*26.34%*	
Small Cap - Growth																								
Vanguard	**39,476**	**0.9%**	**1.0%**	**2.07%**	**41,005**	**1.0%**	**1.0%**	**2.24%**	**40,107**	**1.0%**	**1.0%**	**-8.33%**	**22,319**	**1.0%**	**1.0%**	**-4.84%**	**20,835**	**1.0%**	**1.0%**	**-1.48%**	**-10.32%**	**31.00%**	**28.08%**	**N/A**
Citigroup Broad Market Index < $2BN				*2.10%*				*2.30%*				*-14.70%*				*-5.94%*				*-0.66%*	*-16.74%*	*28.58%*	*26.34%*	
TOTAL INTERNATIONAL EQUITY	***422,682***	***10.1%***	***10.0%***	***1.03%***	***430,895***	***10.3%***	***10.0%***	***5.50%***	***408,947***	***9.9%***	***10.0%***	***-10.75%***	***223,998***	***9.8%***	***10.0%***	***-3.97%***	***216,095***	***10.4%***	***10.0%***	***-1.70%***	***-10.19%***	***28.02%***	***23.43%***	***17.15%***
MSCI EAFE - 50% Hedged				*1.26%*				*6.46%*				*-12.04%*				*-2.19%*				*0.11%*	-7.16%	26.94%	22.55%	15.71%
DOMESTIC FIXED INCOME																								
Core Bond																								
Western Asset	**435,387**	**10.4%**	**10.9%**	**-0.65%**	**429,542**	**10.3%**	**10.9%**	**1.45%**	**424,332**	**10.3%**	**10.9%**	**-1.03%**	**240,282**	**10.5%**	**10.9%**	**1.63%**	**218,226**	**10.5%**	**10.9%**	**1.87%**	**3.28%**	**7.29%**	**4.44%**	**5.64%**
Lehman Aggregate				*-0.73%*				*-0.21%*				*2.17%*				*3.00%*				*2.84%*	*7.21%*	*6.12%*	*3.98%*	*4.48%*
Mortgage Backed																								
Hyperion	**100,640**	**2.4%**	**2.8%**	**-0.47%**	**103,434**	**2.5%**	**2.8%**	**-1.88%**	**108,529**	**2.6%**	**2.8%**	**-7.97%**	**64,273**	**2.8%**	**2.8%**	**-1.00%**	**59,396**	**2.8%**	**2.8%**	**-1.78%**	**-12.60%**	**N/A**	**N/A**	**N/A**
Lehman Global Aggregate (US Securitized Portion)				*-0.70%*				*-0.57%*				*4.18%*				*3.15%*				*3.88%*	*10.22%*			
Core Plus/Enhanced																								
Clifton Group	128,548	3.1%	2.8%	-0.65%	126,830	3.0%	2.8%	-0.73%	127,855	3.1%	2.8%	3.69%	70,046	3.1%	2.8%	3.99%	61,614	3.0%	2.8%	4.41%	11.04%	5.52%	N/A	N/A
Prudential	126,405	3.0%	2.8%	-0.28%	124,185	3.0%	2.8%	0.50%	124,391	3.0%	2.8%	0.95%	67,160	2.9%	2.8%	2.45%	59,978	2.9%	2.8%	1.95%	5.67%	N/A	N/A	N/A
Total Core Plus/Enhanced	**254,953**	**6.1%**	**5.6%**	**-0.47%**	**251,015**	**6.0%**	**5.6%**	**-0.12%**	**252,246**	**6.1%**	**5.6%**	**2.35%**	**137,207**	**6.0%**	**5.6%**	**3.23%**	**121,592**	**5.8%**	**5.6%**	**3.18%**	**8.38%**	**5.95%**	**N/A**	**N/A**
Lehman Aggregate				-0.73%				-0.21%				2.17%				3.00%				2.84%	7.21%	6.12%		

INSURANCE REGULATORY TRUST FUND
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2008

	May-08				April-08				March-08				December-07				September-07				Current FYTD	Prior Year FY07	3 Years Ended 6/30/2007	5 Years Ended 6/30/2007
		Allocation		Month		Allocation		Month		Allocation		Quarter		Allocation		Quarter		Allocation		Quarter				
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
Index																								
Bank of ND	**218,917**	**5.2%**	**4.9%**	**-1.09%**	**217,008**	**5.2%**	**4.9%**	**-0.87%**	**218,825**	**5.3%**	**4.9%**	**2.94%**	**120,200**	**5.3%**	**4.9%**	**3.04%**	**108,630**	**5.2%**	**4.9%**	**3.09%**	**7.24%**	**5.45%**	**2.92%**	**4.32%**
Lehman Gov/Credit (1)				*-1.03%*				*-0.59%*				*2.53%*				*3.10%*				*3.01%*	*7.13%*	*6.00%*	*3.04%*	*4.35%*
BBB Average Quality																								
Wells Capital (formerly Strong)	**439,113**	**10.5%**	**10.9%**	**-0.95%**	**434,844**	**10.4%**	**10.9%**	**0.55%**	**432,295**	**10.5%**	**10.9%**	**0.36%**	**238,209**	**10.4%**	**10.9%**	**1.98%**	**215,331**	**10.3%**	**10.9%**	**1.48%**	**3.45%**	**7.93%**	**4.86%**	**6.59%**
Lehman US Credit BAA				*-0.64%*				*1.30%*				*-1.05%*				*1.90%*				*1.67%*	*3.18%*	*7.54%*	*4.47%*	*6.59%*
TOTAL DOMESTIC FIXED INCOME	***1,449,010***	***34.5%***	***35.0%***	***-0.76%***	***1,435,842***	***34.3%***	***35.0%***	***0.30%***	***1,436,227***	***34.9%***	***35.0%***	***0.00%***	***800,171***	***35.1%***	***35.0%***	***2.00%***	***723,175***	***34.7%***	***35.0%***	***1.84%***	***3.40%***	***7.11%***	***3.89%***	***5.04%***
Lehman Aggregate (2)				*-0.73%*				*-0.21%*				*2.17%*				*3.00%*				*2.84%*	*7.21%*	*6.12%*	*4.13%*	*4.87%*
CASH EQUIVALENTS																								
Bank of ND	***1,466,170***	***34.9%***	***35.0%***	***0.16%***	***1,453,753***	***34.8%***	***35.0%***	***0.15%***	***1,451,994***	***35.2%***	***35.0%***	***0.70%***	***802,691***	***35.2%***	***35.0%***	***0.96%***	***714,620***	***34.3%***	***35.0%***	***1.24%***	***3.25%***	***5.36%***	***4.10%***	***3.00%***
90 Day T-Bill				*0.03%*				*0.11%*				*0.88%*				*1.05%*				*1.34%*	*3.45%*	*5.21%*	*3.78%*	*2.76%*
TOTAL INSURANCE REGULATORY TRUST	**4,197,533**	**100.0%**	**100.0%**	**0.46%**	**4,182,316**	**100.0%**	**100.0%**	**1.64%**	**4,119,931**	**100.0%**	**100.0%**	**-2.73%**	**2,281,594**	**100.0%**	**100.0%**	**-0.11%**	**2,084,943**	**100.0%**	**100.0%**	**0.97%**	**0.18%**	**11.10%**	**7.39%**	**7.70%**
POLICY TARGET BENCHMARK				*0.30%*				*1.55%*				*-2.11%*				*0.48%*				*1.65%*	*1.85%*	*10.39%*	*7.14%*	*6.76%*

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.
(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.